Substitute House Bill No. 5719

House of Representatives, April 16, 1998. The Committee on Appropriations reported through REP. DYSON, 94th DIST., Chairman of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT AUTHORIZING THE LEASE OF A TRACT OF LAND BY THE BOARD OF TRUSTEES OF THE CONNECTICUT STATE UNIVERSITY SYSTEM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. (a) The Board of Trustees of the Connecticut State University System may lease a tract of land to a private developer to construct a building on the south side of Ella Grasso Boulevard on the Central Connecticut State University campus. Upon the request of the board of trustees, the Department of Public Works may contract with a developer to construct the building to be completed by an agreed upon date certain, on a design-build basis and with a maximum cost. The project consisting of this building shall house private enterprise and university services to meet the needs of university students, faculty, staff and the community-at-large.

16 (b) Any such contract shall provide that the 17 developer: (1) Construct one building which 18 complies with all applicable federal and state 19 laws and regulations; (2) supply the funds 20 necessary for costs associated with the 21 construction and operation of the building; (3)

22 post a performance bond and have and maintain 23 adequate insurance for the project; (4) be granted 24 full ownership rights to the building for a term 25 certain, which term shall permit the developer to 26 recoup its investment in the construction and 27 operation of the building and be consistent with 28 the needs of the university, but shall not exceed 29 thirty years; (5) reserve a portion of such 30 building for use by Central Connecticut State 31 University at no charge during such period; and 32 (6) convey its interest in the building to the 33 board of trustees at the end of the term granted 34 pursuant to subdivision (4) of this subsection. 35 (c) If the board of trustees requests the 36 Department of Public Works to enter into 37 contract with the developer: (1) The department 38 shall provide customary services in the design, 39 planning and construction of the building 40 including providing contract managers and other 41 experts to ensure compliance with all applicable 42 laws and regulations, design and review standards, appropriate site development 43 and and site 44 administration requirements; (2) the department 45 shall render its services to the board of trustees 46 at no cost and shall assess an agreed upon flat 47 fee be paid by the developer; (3) the to 48 department, in consultation with and subject to 49 the approval of the board of trustees, shall 50 assume primary responsibility for the preparation the request for proposal to be provided to 52 potential developers which shall include aesthetic 53 concerns of the university and the right of the 54 university to approve prospective tenants; (4) the 55 department shall expedite the services it renders 56 in the project; (5) the board of trustees and the 57 university shall provide the developer with access 58 to utility connections, be responsible 59 landscaping and maintenance to all areas outside 60 the building and provide a reasonable number of 61 parking spaces for tenants of the building 62 consistent with other needs of the university; (6) 63 the Commissioner of Public Works and the board of 64 trustees shall agree on a cooperative system to 65 carry out the provisions of this section with due 66 regard to the needs and concerns of the board of 67 trustees; and (7) any requests for proposal for 68 the project shall be submitted after notice and 69 specifications of such project are advertised, at

- 70 least once, in a newspaper having substantial 71 circulation in the Hartford-New Britain area. 72 Sec. 2. This act shall take effect July 1, 73 1998.
- 74 APP COMMITTEE VOTE: YEA 42 NAY 7 JFS

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"THE FOLLOWING FISCAL IMPACT STATEMENT AND BILL ANALYSIS ARE PREPARED FOR THE BENEFIT OF MEMBERS OF THE GENERAL ASSEMBLY, SOLELY FOR PURPOSES OF INFORMATION, SUMMARIZATION AND EXPLANATION AND DO NOT REPRESENT THE INTENT OF THE GENERAL ASSEMBLY OR EITHER HOUSE THEREOF FOR ANY PURPOSE."

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FISCAL IMPACT STATEMENT - BILL NUMBER SHB 5719

STATE IMPACT Indeterminate, see explanation

below

MUNICIPAL IMPACT None

STATE AGENCY(S) Connecticut State University,

Department of Public Works

EXPLANATION OF ESTIMATES:

Under the bill, the private developer is responsible for all costs associated with constructing the building and any costs thereafter for a term agreed upon by the parties not more than thirty years. At the end of such term, the developer will convey its interest in the building to CSU. This method of financing a project was developed due to limited bonding resources. The fiscal impact is indeterminate in that no specific arrangements has been reached with a developer at this time.

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OFA BILL ANALYSIS

sHB 5719

AN ACT AUTHORIZING THE LEASE OF A TRACT OF LAND BY THE BOARD OF TRUSTEES OF THE CONNECTICUT STATE UNIVERSITY SYSTEM

SUMMARY: The bill authorizes the Connecticut State University System (CSU) to lease a tract of land to a private developer. It also authorizes the Department of Public Works to contract with that developer to

construct a building to be used for private enterprises and university services.

EFFECTIVE DATE: July 1, 1998

COMMITTEE ACTION

Appropriations Committee

Joint Favorable Substitute Yea 42 Nay 7